

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

D

W-02059A

Desert Valencia Water System

~~PO Box 1605~~ 615 Pawley Dr.

~~Idyllwild, CA 92549~~ Prescott, Az. 86303

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2007
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RECEIVED

MAY 8 1 2008

ARIZONA CORP COMM  
Director Utilities

FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

4-1-08

SCANNED

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Desert Valencia Water System</u>			
<b>Mailing Address</b> <u>615 Pauley Dr.</u>			
<u>Prescott</u> (City)	<u>Az.</u> (State)	<u>86303</u> (Zip)	
<u>(928) 541-7569</u> Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u>(928) 503-6300</u> Cell No. (Include Area Code)	
<b>Email Address</b> <u>wmwootton@gmail.com</u>			
<b>Local Office Mailing Address</b> <u>615 Pauley Dr.</u>			
<u>Prescott</u> (City)	<u>Az</u> (State)	<u>86303</u> (Zip)	
<u>(928) 541-7569</u> Local Office Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u>(928) 503-6300</u> Cell No. (Include Area Code)	
<b>Email Address</b> <u>wmwootton@gmail.com</u>			

## MANAGEMENT INFORMATION

<b>Owner Contact</b>			
<b>Management Contact:</b> <u>W.M. Wootton</u>		<b>Owner</b>	
<u>615 Pauley Dr.</u> (Street)	<u>Prescott</u> (City)	<u>Az.</u> (State)	<u>86303</u> (Zip)
<u>(928) 541-7569</u> Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u>(928) 503-6300</u> Cell No. (Include Area Code)	
<b>Email Address</b> <u>wmwootton@gmail.com</u>			
<b>On Site Manager:</b> <u>Mr. Louis Buchholz</u>			
<u>Box 312</u> <u>County Ave. 432 &amp; 8th St.</u> (Street)	<u>Tacna</u> (City)	<u>Az.</u> (State)	<u>85352</u> (Zip)
<u>(928) 785-4872</u> Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Cell No. (Include Area Code)	
<b>Email Address</b> <u></u>			

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** none  
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Attorney:** Stephen Schadle (Schadle & Walsma, PLC)  
(Name)

833 E. Plaza Circle Ste 200 Yuma Az. 85365-2033  
(Street) (City) (State) (Zip)

(928) 783-8321  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email Address**

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |  |   |
|--|---|
| <input type="checkbox"/> Sole Proprietor (S)                               | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)                                   | <input type="checkbox"/> Subchapter S Corporation (Z)                     |
| <input type="checkbox"/> Bankruptcy (B)                                    | <input type="checkbox"/> Association/Co-op (A)                            |
| <input type="checkbox"/> Receivership (R)                                  | <input type="checkbox"/> Limited Liability Company                        |
| <input checked="" type="checkbox"/> Other (Describe) <u>Survivor Trust</u> |   |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |                                   |  |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE  | <input type="checkbox"/> COCONINO        |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM   | <input type="checkbox"/> GREENLEE        |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE          |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA     | <input type="checkbox"/> PINAL           |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI  | <input checked="" type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE  |                                   |  |

COMPANY NAME

Desert Valencia Water System

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$ 32,000.00	\$ 32,000.00	0
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment	1,523.00	1,523.00	0
320	Water Treatment Equipment	1,769.00	1,769.00	0
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant <sup>60,000 gal</sup> metal tank	4,750.00	1,960.00	2,850.00
	<b>TOTALS</b>	<b>\$ 40,042.00</b>	<b>\$ 37,192.00</b>	<b>\$ 2,850.00</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Desert Valencia Water System

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$ 32,000.00		
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment	1,523.20		
320	Water Treatment Equipment	1,769.00		
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant 60,000 gal metal tank	4,750.00	10%	475.00
	<b>TOTALS</b>	\$ 40,042.00		\$ 475.00

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

COMPANY NAME Desert Valencia Water System

**BALANCE SHEET**

*Not Applicable - See Note Below*

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$	\$
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$	\$
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$	\$
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant		
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$	\$
	<b>TOTAL ASSETS</b>	\$	\$

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

*Note: Accounting records are not kept separate for this small operation. They are included in overall records of farm rentals, real estate, & investments.*

COMPANY NAME Desert Valencia Water System

**BALANCE SHEET (CONTINUED)**

*Not Applicable*

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$	\$
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$	\$
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$	\$
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$	\$

COMPANY NAME

Desert Valencia Water System

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR 2006	CURRENT YEAR 2007
461	Metered Water Revenue	\$ 0	\$ 0
460	Unmetered Water Revenue	4,620.20	4,370.00
474	Other Water Revenues	295.20	303.45
	<b>TOTAL REVENUES</b>	\$ 4915.40	\$ 4,673.45
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 1,200.00	\$ 1,200.00
610	Purchased Water	595.34	595.34
615	Purchased Power	2538.05	1,943.30
618	Chemicals	372.79	355.28
620	Repairs and Maintenance + Labor	1365.68	851.94
621	<del>Office</del> Supplies and Expense	318.14	43.02
630	Outside Services	25.00	
635	Water Testing	43.00	
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	515.00	515.00
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		100.00
403	Depreciation Expense		
408	Taxes Other Than Income Sales Tax	295.20	368.62
408.11	Property Taxes	183.28	70.26
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 7451.48	\$ 6,042.76
	<b>OPERATING INCOME/(LOSS)</b>	\$ (2,536.08)	\$ (1,369.31)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ 0	\$ 0
	<b>NET INCOME/(LOSS)</b>	\$ (2,536.08)	\$ (1,369.31)



COMPANY NAME Desert Valencia Water System

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

*No Long Term or Short Term Debt*

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year \$ \_\_\_\_\_

COMPANY NAME	Desert Valencia Water System
Name of System:	ADEQ Public Water System Number:

## WATER COMPANY PLANT DESCRIPTION

### WELLS

*No Wells*

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled

\* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Wellton Mohawk Irrigation District	4" Gravity Line	Not metered Estimated 16 Acre ft / yr.

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
3	1	None	None
3	1	"	"
15	1	"	"

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
50,000 gal	1		

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME</b>	Desert Valencia Water System
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

### WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2	PVC	3900'
3		
4		
5		
6		
8		
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

**TREATMENT EQUIPMENT:**

sand filters  
 chlorine treatment

**STRUCTURES:**

Chain link fence around water plant  
 Small frame building

**OTHER:**

Contract with Wellton Mohawk District to furnish municipal & industrial water from Mohawk canal. Original contract was for 50 Acre ft. per year - Purchased 200 Acre ft more for expanded operation.  
 6 Acres of land

**Note: If you are filing for more than one system, please provide separate sheets for each system.**

<b>COMPANY NAME:</b>	Desert Valencia Water System		
<b>Name of System:</b>	ADEQ Public Water System Number:		

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007**

MONTH/YEAR	NUMBER OF CUSTOMERS		GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
	Active Hookup	Standby			
JANUARY	11	9			
FEBRUARY	11	9			
MARCH	11	9			
APRIL	11	9			
MAY	11	9			
JUNE	11	9			
JULY	11	9			
AUGUST	11	9			
SEPTEMBER	11	9			
OCTOBER	11	9			
NOVEMBER	11	9			
DECEMBER	11	9			
<b>TOTALS →</b>					

*No wells*

What is the level of arsenic for each well on your system? \_\_\_\_\_ mg/l

*(If more than one well, please list each separately.)*

*None*

If system has fire hydrants, what is the fire flow requirement? \_\_\_\_\_ GPM for \_\_\_\_\_ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

☒ Yes

☐ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes

☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes

☒ No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

COMPANY NAME Desert Valencia Water System YEAR ENDING 12/31/2007

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 70,26

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

# 2007 PROPERTY TAX STATEMENT

YUMA COUNTY, ARIZONA

KAREN BRITZ, TREASURER

401 GARDEN LANE STE 1

YUMA, AZ 85404

## THIS IS THE ONLY TAX NOTICE YOU WILL RECEIVE

The Yuma County Treasurer mails bills to all property owners. **If you have a mortgage on your property and your taxes are paid through an impound account, keep this notice for your records.**

For important information and payment instructions, see reverse side.

YOUR CHECK IS YOUR RECEIPT.

DESERT VALENCIA WATER SYSTEM  
C/O W M WOOTON  
PO BOX 1605  
IDYLLWILD CA 92549

62306

1st 1/2 Pd. Oct 2007  
2nd 1/2 due May 1 2008  
U.M. Wootton

### LOCATION ADDRESS

### LEGAL DESCRIPTION OF PROPERTY

CENTRALLY VALUED PROPERTY ACCOUNT 55-433, PARCEL 202-42-020

ACCOUNT NUMBER  
U0000024

PARCEL IDENTIFICATION  
-----

TAX AREA CODE  
000000

### PRIMARY PROPERTY TAX CALCULATION

ITEM	Limited Value	ASSMT%	Assessed Value	Exemption	Tax Rate	Ad Valorem Tax
LAND BLDGS, ETC.	1,066	24.00	256	0	0.0000	0.00
PERSONAL PROPERTY	4,934	24.00	1,184	0	0.0000	0.00
TOTALS	6,000		1,440	0		0.00

### 2007 TAX SUMMARY

Primary Ad Valorem Tax	113.72
Less State Aid To Education	0.00
Net Primary Ad Valorem Tax	113.72
Secondary Ad Valorem Tax	26.80
Special District Tax	0.00

### SECONDARY PROPERTY TAX CALCULATION

ITEM	Full Cash Value	ASSMT%	Assessed Value	Exemption	Tax Rate	Ad Valorem Tax
LAND	1,070	23.90	256	0	0.0000	0.00
BLDGS, ETC.	0	0.00	0	0	0.0000	0.00
PERSONAL PROPERTY	4,930	24.00	1,184	0	0.0000	0.00
TOTALS	6,000		1,440	0		26.80

TOTAL TAX DUE	140.52
HALF TAX	70.26

### 2006 - 2007 TAX COMPARISON

AUTHORITY NUMBER	AUTHORITY NAME	LEVY TYPE	PURPOSE	2007 TAX DISTRIBUTION	2006 TAX DISTRIBUTION	DIFFERENCE	TAX RATE
02000	YUMA COUNTY	PRIM		29.08	31.50	-2.42	2.0192
05017	MOHAWK SD#17	PRIM		29.99	48.83	-18.84	2.0828
06101	AUHS SD#50	PRIM		29.67	29.49	.18	2.0607
08150	ARIZONA WESTERN COLLEGE	PRIM		24.98	27.71	-2.73	1.7345
14900	YUMA COUNTY LIBRARY	SCND		13.16	13.44	-.28	.9140
15829	YUMA COUNTY FLOOD CONTROL	SCND		.90	.92	-.02	.3500
65017	MOHAWK SD#17	SCND	CLASS A BONDS	6.38	21.97	-15.59	.4429
66101	AUHS SD#50	SCND	CLASS A BONDS	.00	3.46	-3.46	.0000
68150	AWC 2003 BOND ISSUE	SCND		1.99	2.55	-.56	.1381
68154	AWC 2005 BOND ISSUE	SCND		1.15	1.08	.07	.0801
68155	AWC 2006 BOND ISSUE	SCND	DEBT SERVICE	3.22	3.71	-.49	.2237
TOTALS				140.52	184.66	-44.14	

### DELINQUENT DATES

1st Half Year Taxes become delinquent on November 1, 2007 at 5:00 PM, unless the full year tax bill exceeds \$100.00 and the full year is paid by December 31, 2007 (excluding delinquencies that are due November 1, 2007).

2nd Half Year Taxes become delinquent on May 1, 2008 at 5:00 PM

PLEASE SEND ALL PAYMENTS TO: Karen Britz, Yuma County Treasurer, 401 Garden Lane Ste 1, Yuma, AZ 85404

ACCOUNT NUMBER

U0000024

PARCEL IDENTIFICATION

TAX AREA CODE

000000

ACCOUNT NUMBER

U0000024

PARCEL IDENTIFICATION

TAX AREA CODE

000000

**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

RECEIVED

MAR 3 2008

42 CORP COMM  
Director Utilities

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) <u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE <u>W.M. Wootton, owner</u>
COMPANY NAME <u>Desert Valencia Water System</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

W.M. Wootton  
SIGNATURE OF OWNER OR OFFICIAL  
928 541 7569  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

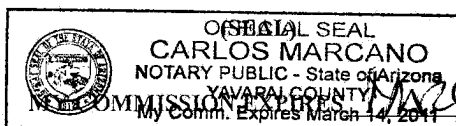
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

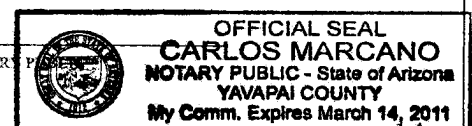
27

DAY OF

COUNTY NAME <u>YAVAPAI</u>	
MONTH <u>March</u>	<u>2008</u>



SIGNATURE OF NOTARY PUBLIC



COMPANY NAME Desert Valencia Water System YEAR ENDING 12/31/2007

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported 4,370.00  
Estimated or Actual Federal Tax Liability None

State Taxable Income Reported 4,370.00  
Estimated or Actual State Tax Liability None

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

W.M. Wootton  
SIGNATURE

3/27/08  
DATE

W. M. WOOTTON  
PRINTED NAME

3/27/08  
TITLE



**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

MAR 8 7 2008

AZ CORP COMM  
Director Utilities

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE <u>W.M. Wootton, owner</u>
COMPANY NAME <u>Desert Valencia Water System</u>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 4,673.45

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 303.45

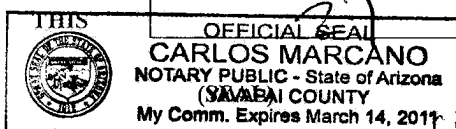
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

W.M. Wootton  
SIGNATURE OF OWNER OR OFFICIAL  
928 541 7569  
TELEPHONE NUMBER

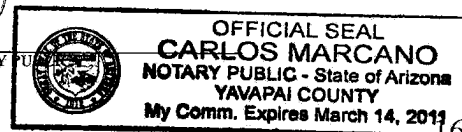


MY COMMISSION EXPIRES

March 14, 2011

COUNTY NAME	<u>YAVAPAI</u>
MONTH	<u>March</u> , 20 <u>08</u>

SIGNATURE OF NOTARY PUBLIC



**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE**  
Intrastate Revenues Only

RECEIVED

MAR 27 2008

ARIZONA CORPORATION COMMISSION  
Director Utilities

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) <u>Yuma</u>	
NAME (OWNER OR OFFICIAL) <u>W.M. Wootton</u>	TITLE <u>owner</u>
COMPANY NAME <u>Desert Valencia Water System</u>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>4,673.45</u>

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 303.45  
IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

SIGNATURE OF OWNER OR OFFICIAL

928 541 7569  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

--

**DAY OF**

NOTARY PUBLIC NAME	
COUNTY NAME	
MONTH	, 20__

**(SEAL)**

**MY COMMISSION EXPIRES**

X

SIGNATURE OF NOTARY PUBLIC